

COASTAL VILLAGES REGION FUND CDQ QUARTERLY REPORT

JULY 1 THROUGH SEPTEMBER 30, 2003



711 H Street, Suite 200
Anchorage, AK 99501
www.coastalvillages.org

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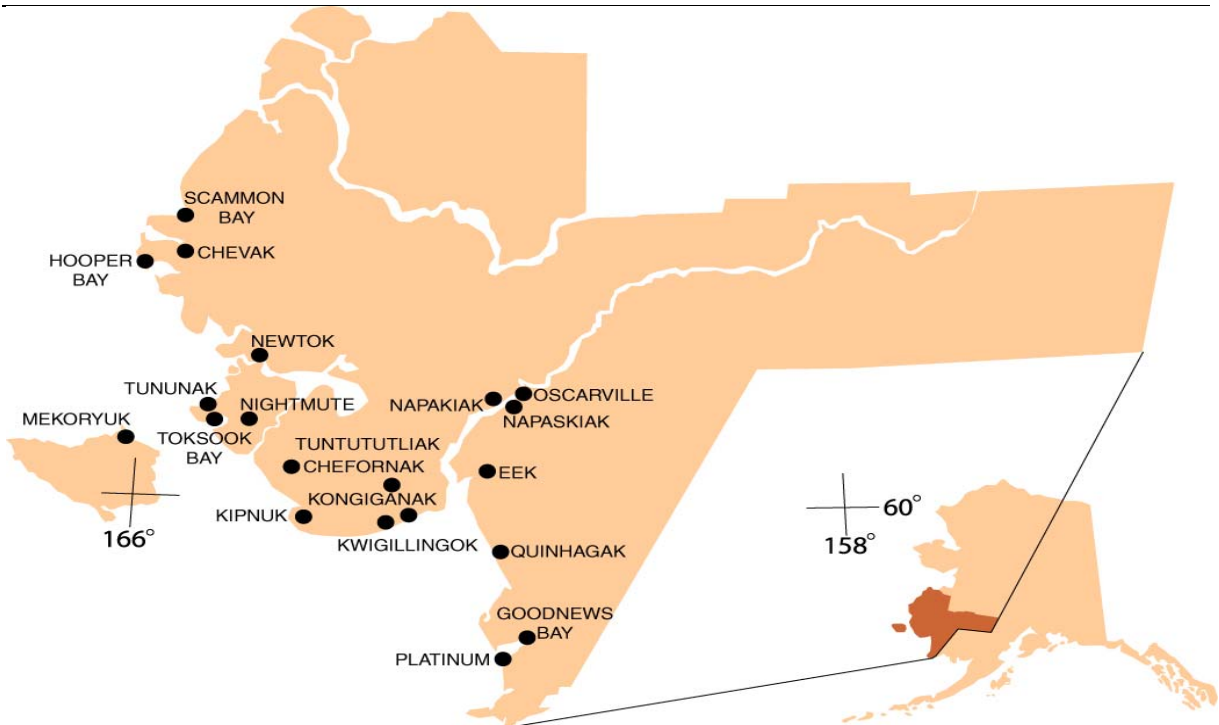


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I. Quarterly Highlights

The Quarterly Highlights section contains an overview of the activities and projects that CVRF had during the 3rd Quarter. These highlights will provide the reader with a general understanding of the progress being undertaken by CVRF to accomplish the goals and programs contained within our 2003-2005 Multi-Species CDP.

- CVRF met with the Greenlandic fishing company Royal Greenland in July, and found very interesting similarities in cultures between Alaskan and Greenlandic Natives.
- CVRF met with the President of Iceland and his staff in August.
- CVRF community program managers, community liaisons, rural recruiter, employment coordinator, and community/business development staff met twice during the 3rd Quarter to conduct activities related to Outreach and Continuous Improvement programs.
- CVRF staff met with Commissioner Blachford in July.
- An executive board meeting was held in Bethel on August 6.
- The CVRF full board and all subsidiary boards met in Anchorage on August 28 and 29.
- The investment team attended investment meetings in New York City in July.
- The investment team attended several meetings with investment partners in Seattle on August 25 and 26.
- LBMS advisory committee awarded 57 applicants with a total of \$95,975 for the Fall 2003 semester.
- CVRF staff met with Mekoryuk community leaders in September.
- CVRF hired an intern, Anthony Boy Scout from Chevak, in July. He completed his CDP project. His research was on CVS employment, purchasing and marketing of salmon products.
- CVRF hired a Community Program Coordinator, a Community Development Administrator, and a Community Development Program Coordinator in August.
- CVRF provided support for five community gatherings and potlatches in its member communities.
- CVRF hired a Community Liaison from Kipnuk in September.
- CVRF hired a Community Development Specialist that will begin in October.
- CVRF ordered and delivered buoys for Chefornek, Kipnuk, Hooper Bay, Good News Bay, Mekoryuk, Quinhagak, Toksook Bay, Tununak, and Tuntutuliak to help reduce marine accidents throughout the region.
- CVRF staff met with returning crew members working on the American Seafoods Company fleet in Seattle. Interviews were conducted of all crew hired for 'B' season.
- The CVRF newsletter was distributed to all community residents and other business and industry associates.
- Two new halibut plants in Kipnuk and Hooper Bay operated for the first time this summer.
- CVS held grand openings for two plants, Mekoryuk and Toksook Bay, in September.
- The CVS halibut plants purchased just under 186,000 pounds of halibut from local fishermen at \$1.25 per pound during 2003.
- The CVS Quinhagak salmon plant purchased over 1,661,000 pounds of salmon from local fishermen during 2003. Prices range from \$.10 to \$.45 a pound depending on species.
- Successful participants for refrigeration, HACCP, and fillet/mince training sessions were hired by CVS this summer. CVRF will train and hire more CVRF members into the similar training programs in 2004.
- CVC closed on an investment in four crab vessels in September.
- CVRF staff met with construction contractors to continue to develop ideas on the best ways to construct Fisheries Support Centers for maximum efficiencies and economic effectiveness to the CVRF region and beyond.

- CVRF has begun the planning and design for a fisheries support center to be constructed in Scammon Bay, and is working with other communities to plan and design the same. These centers will provide such things as an office for CVRF/ CVS staff, a place to hang nets and repair equipment, bunk space, and storage space.
- CVRF staff met with the first holder of the Rasmuson Chair in Economics at UAA, 2002 Nobel Laureate in Economics Vernon Smith, and Rasmuson Foundation Executive Director Diane Kaplan in Bethel, Quinhagak and Toksook Bay.
- CVRF staff participated in a roundtable discussion with Mr. & Mrs. Smith, Rasmuson Foundation, Yukon-Kuskokwim Health Corporation (YKHC), Calista, Association of Village Council Presidents (AVCP), City of Bethel and Bethel Chamber of Commerce on Y-K Delta economics and the CDQ program.
- CVRF staff attended groundbreaking ceremonies for Yuut Elitnaurviat (The People's Learning Center), a regional vocational/technical education campus in Bethel.
- CVRF revised its employee handbook and implemented it in September 2003.



II. Community Development

A. 2003/2005 Comprehensive Milestone Table for all:

Proposed Projects and Programs:

Offshore Harvesting, Processing, and Investment Program:

Crab Vessel Investments:

1. Investigate vessels or vessel owning companies in the crab sector, including conducting due diligence and researching the issues surrounding the target species when necessary.

In the 3rd Quarter, Coastal Villages Crab, LLC (CVC) invested 50% in the Blue Dutch, LLC, Sultan Fisheries, LLC, Tempest Fisheries, LLC and Blue Aleutian LLC, which own the C/P Blue Dutch, F/V Sultan, F/V Tempest and the F/V Blue Aleutian, respectively. In the 2nd Quarter, CVC invested 50% in Sanko Fisheries, LLC and Karin Lynn Fisheries, LLC, which own the C/P Alaskan Enterprise and the F/V Karin Lynn, respectively.

2. Coastal Villages Crab, LLC will work together with new crab sector investment partners to provide an analysis prior to the fishing season outlining the maximum capacity of the vessel to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

No activity during the 3rd Quarter. In the 2nd Quarter, CVC worked with its new crab harvesting and investment partner to provide an analysis of the company's capacity to harvest 2003 Bristol Bay Red king crab. No additional arrangements to lease CDQ to other buyers were necessary.

3. Monitor new investments in the crab sector, including monitoring quota and financial information.

In the 3rd Quarter, CVC continued to monitor the results of operations of the Sanko Fisheries, Karin Lynn Fisheries, Blue Dutch, Sultan Fisheries, Tempest Fisheries, and Blue Aleutian.

Groundfish Vessel Investments:

Pacific Cod Investments:

4. Investigate vessels or vessel owning companies in the pacific cod sector, including conducting due diligence and researching the issues surrounding the target species when necessary.

No activity during the 3rd Quarter.

5. Coastal Villages Longline, LLC will work together with new pacific cod investment partners to provide an analysis prior to the fishing season outlining the maximum capacity of the vessel to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

CVL had no new investment partners in the 3rd Quarter of 2003, so no capacity analysis or additional arrangements were necessary.

6. Monitor new investments in the pacific cod sector, including monitoring quota and financial information.

CVL had no new investments in the Pacific cod sector in the 3rd Quarter of 2003, so quota harvest monitoring and performance monitoring were not necessary.

Flathead/Rock Sole/Yellowfin Sole Investments:

7. Investigate vessels or vessel owning companies in the Flathead/Rock Sole/Yellowfin sole sector, including conducting due diligence and researching issues surrounding target species when necessary.

In the 3rd Quarter of 2003, Coastal Villages Groundfish LLC (CVG) conducted preliminary investigation of a vessel owning company in the flathead, rock and Yellowfin sole sector.

8. Coastal Villages Groundfish, LLC will work together with new investment partners to provide an analysis prior to the fishing season outlining the maximum capacity of the vessel to harvest target species. If necessary, additional arrangements will be made to lease the harvesting rights to other buyers.

CVG had no new investment partners in the 3rd Quarter of 2003, so no capacity analysis or additional arrangements were necessary.

9. Monitor new investments in the Flathead/Rock Sole/Yellowfin sole sector, which includes reviewing quarterly and annual financial information.

CVG had no new investments in the Flathead/Rock Sole/Yellowfin sole sector in the 3rd Quarter of 2003, so quota harvest monitoring and performance monitoring were not necessary.

Inshore Harvesting, Processing, Investment and Infrastructure Program:

Fuel Delivery:

10. Facilitate early spring fuel deliveries and/or reserves to insure that local fishermen will have necessary fuel for fishing for the season.

CVRF canvassed all membership villages in February 2003 to help identify needs for bringing in additional gasoline for spring commercial fishing. During the 3rd Quarter, CVRF loaned \$82,000 to Nunakuiak Yupik Corporation (Toksook Bay) and \$62,000 to Kugkaktlik Limited (Kipnuk) for the purpose of purchasing bulk fuel for the community.

11. Investigate retail fuel opportunities in the region as a means to provide affordable fuel to fishermen.

CVRF continued to investigate retail fuel opportunities in the region as a means to provide affordable fuel to fisherman. Currently, the rumored sale of Yukon Fuel is being closely monitored due to the limited number of service providers in our region.

New Halibut Plant:

12. If adequate halibut quota is available, expand halibut buying operations in one additional community.

During the 1st Quarter of 2003, CVS signed a contract with the Paug Vik Corporation to build additional halibut plants in Mekoryuk and Toksook Bay to expand their existing operations. Both plants were completed in the 3rd Quarter. However, operations at these facilities will not begin until the 2004 halibut season.

13. Operate using a local work force. Hire outside workers only to teach certain skills to local workers.

All plant managers for the halibut plants are local residents. All recruiting effort for employees will be focused in region.

14. After plant is built, have plant operational and ready to buy halibut by June 1. Plants will begin buying halibut when fishermen begin fishing.

Halibut plant opening ceremonies were held in Toksook Bay in September and in Mekoryuk in October. Though both plants were completed in the 3rd Quarter, operation will not begin until the 2004 Halibut Season.



Toksook Bay Plant Opening

Commercial Fisheries Support Businesses:

15. Assist in starting one or more businesses that support the Inshore Program, through loans and other technical services - potential businesses include, gear suppliers, construction contractors, and repair services.

CVRF has begun negotiations with Leland Johnson & Associates, an engineering firm, to begin the preliminary design for a fishery support center that could be constructed in any of our twenty communities. CVRF also hired an additional business development specialist to oversee this new project. The fishery support center is envisioned to consist of an area for boat and net repair, office space, bunk space, and storage space for fishery operations in the community. The initial design work has been completed and currently the first locations are being negotiated with the communities. An agreement has been signed with Scammon Bay, a site identified, and materials ordered. Construction will begin in the 4th Quarter of 2003.

Project Management:

16. At the request of the communities, CVRF will assist in receiving funding for community projects, by providing technical support in grant preparation or referring them to a qualified grant writer.

Toksook Bay requested for a tractor, loader, building and a swimming pool. The board appropriated \$70,000 for the tractor purchase.



17. Assist communities with planning of community projects and implementation of procedures to operate projects effectively and efficiently.

CVRF received no requests for planning or implementation of community projects this quarter. AVCP was given a donation of \$5,000 for the Waterfowl Conservation Committee's Western Alaska Goose Calendar.

New Operations for Other Species in the Region:

18. Investigate other species in the region to determine the feasibility of providing operations to buy these species from local fishermen – potential species are Tom Cod and Saffron.

CVRF business development specialists through the 3rd Quarter have visited Hooper Bay, Kipnuk, Chevak, Quinhagak, Goodnews Bay, Platinum, Eek, Kwigillingok, Chefornek, Tuntutuliak, and Napakiak. During the visits, various species of fish including tomcod, sticklebacks (needlefish), burbot (lusk) & whitefish were examined and sampled.

19. If feasible to harvest and market, provide buying stations and processing facility for the fishermen.

No action taken for this item in the 3rd Quarter of 2003. See milestone #18.

20. If feasible to harvest and market, hire local residents to operate facility through Coastal Villages Seafoods with the intent to turn over to the community.

No action taken for this item in the 3rd Quarter of 2003. See milestone #18.

Marine Safety Program:

21. Implement a marine safety program for local fisherman that will provide training and awareness skills regarding prevention of marine accidents and safeguards.

CVRF ordered and delivered buoys for Chefornek, Kipnuk, Hooper Bay, Good News Bay, Mekoryuk, Quinhagak, Toksook Bay, Tununak, and Tuntutuliak to help reduce marine accidents throughout the region.

22. Develop a safety packet or brochure to distribute to the residents of our communities that illustrates safety procedures.

CVRF is still gathering information from United States Coast Guard and Alaska Marine Safety Education Association as to what information would be best used by our commercial fishermen.

23. Assist fishermen in purchasing proper safety equipment through the Loan Program and paid through our fishermen advances.

CVRF continues to provide outreach to our member communities regarding the Loan Program and to inform them that the program allows for the to purchase of safety electronic equipment like depth and fish finders and different global positioning systems.

24. Provide CVRF communities the necessary navigational and/or preventive provisions to aid in marine safety, rescue, or prevention.

CVRF worked with the local tribal councils and search and rescue team leaders to determine what the needs of our communities were in regards to navigational and/or preventive provisions to aid in marine safety, rescue, and prevention. Through this process CVRF ordered and delivered buoys for Chefornek, Kipnuk, Hooper Bay, Good News Bay, Mekoryuk, Quinhagak, Toksook Bay, Tununak, and Tuntutuliak to help reduce marine accidents throughout the region.

Insurance Cooperative for the Fishermen:

25. Investigate the potential of organizing a marine insurance fleet program for regional fishermen to reduce their insurance costs.

CVRF has contacted Ribelin Lowell & Co. for the possibility of brokering a marine insurance fleet program for regional fishermen to reduce their insurance costs.

Active Projects and Programs:

Offshore Harvesting, Processing, and Investment Program

Crab Vessel Investments (50% owner of Silver Spray):

26. Silver Spray and Coastal Villages Crab, LLC will work together to provide an analysis prior to the fishing season outlining the maximum capacity of the Silver Spray to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

No activity during the 3rd Quarter. In the 2nd Quarter, CVC worked with its crab investment partner Silver Spray Fisheries, LLC (Silver Spray) to provide an analysis of the company's capacity to harvest 2003 Bristol Bay Red king crab. No additional arrangements to lease harvesting rights to other buyers were necessary.

27. Continue to monitor the investment in Silver Spray, to include monitoring quota and financial information.

In the 3rd Quarter, CVC continued to monitor the results of operations of Silver Spray. The open access Opilio tanner crab harvest was completed during the 1st Quarter.

Groundfish Vessel Investments:

Sablefish Vessel Investments (45% owner of Kokopelli Fisheries):

28. Kokopelli Fisheries and Coastal Villages Longline, LLC will work together to provide an analysis prior to the fishing season outlining the maximum capacity of the Ocean Harvester to harvest target species. If necessary, additional arrangements will be made to sell the harvesting rights to other buyers.

No activity during the 3rd Quarter. In the 1st Quarter, CVL worked with its sablefish (black cod) and halibut harvesting and investment partner Kokopelli Fisheries LLC (Kokopelli) to provide an analysis of the company's capacity to harvest 2003 sablefish and halibut. In the 2nd Quarter, CVRF transferred 60.000 mt of Aleutian Islands sablefish (black cod) to YDFDA for harvest by their contracted vessel.

29. Continue to monitor the investment in Kokopelli, to include monitoring quota and financial information.

In the 3rd Quarter, CVRF continued to monitor the 2003 CDQ Sablefish harvest, and results of operations of Kokopelli.

Pacific Cod Vessel Investments (20% owner of Ocean Prowler, 20% of Prowler and through American Seafoods, 31.16% owners of Pacific Longline Company):

30. Ocean Prowler, Prowler and Coastal Villages Longline, LLC will work together to provide an analysis prior to the fishing season outlining the maximum capacity of the Ocean Prowler to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

No activity in the 3rd Quarter.

31. Continue to monitor the investment in Ocean Prowler and Prowler, including monitoring quota and financial information.

In the 3rd Quarter, CVL was unable to monitor its investments in Ocean Prowler and Prowler. There was no CDQ harvested in the 3rd Quarter of 2003.

32. Pacific Longline Company and Coastal Villages Pollock, LLC will work together to provide an analysis prior to the fishing season outlining the maximum capacity of PLC fleet to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

No activity in the 3rd Quarter.

33. Continue to monitor the investment in Pacific Longline Company, to include monitoring quota and financial information.

In the 3rd Quarter, CVP continued to monitor the 2003 open access and CDQ Pacific cod harvest, and results of operations of PLC.

34. Explore the possibility of expanding our equity interest in Ocean Prowler and Pacific Longline Company.

No activity in the 3rd Quarter.

Pollock Vessel Investments (38.95% owner of American Seafoods):

35. American Seafoods and Coastal Villages Pollock, LLC will work together to provide an analysis prior to the fishing season outlining the maximum capacity of the American Seafoods vessels to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

No activity in the 3rd Quarter.

36. Coastal Villages Pollock, LLC will continue to participate on the American Seafoods board of directors in an effort to monitor the investment, retain a voice in the operation of the company, and assist in furthering the purposes of the company.

CVP has had active participation on the American Seafoods board since the completion of the investment. During 2003, the Executive Director and the Director of Finance has participated in every American Seafoods board meeting.

37. Explore the possibility of expanding our equity interest in American Seafoods.

No activity in the 3rd Quarter.

Flathead/Rock Sole/Yellowfin Sole Investments (20.09% owner of the Cape Horn Fisheries):

38. Cape Horn Fisheries and Coastal Villages Goundfish, LLC will work together to provide an analysis prior to the fishing season outlining the maximum capacity of the Cape Horn to harvest target species. If necessary, additional arrangements will be made to lease harvesting rights to other buyers.

No activity in the 3rd Quarter.

39. Continue to monitor the investment in Cape Horn, including monitoring quota and financial information.

In the 3rd Quarter, CVG continued to monitor Cape Horn financial information. There was no CDQ quota harvested in 2003.

Inshore Harvesting, Processing, Investment and Infrastructure Program:

Kuskokwim Bay Salmon Operation:

40. CVS will continue to develop its quality products relevant to the market and develop a regional marketing program tied to quality standards.

Applied for the Alaska State Salmon Marketing grant during the 1st Quarter of 2003. This grant is specifically designed to promote regional branding and promotion of salmon products. The grant is administered through the State of Alaska's Department of Community and Economic Development. Coastal Villages Seafood applied for \$129,000 worth of funding for 2003. During the 2nd Quarter CVRF was notified that the grant had been awarded for \$120,000.

During the 2003 salmon season, a mandatory bleeding requirement was imposed to supplement the mandatory icing program already in place. The resulting product was well received by the market. Roe production was also increased due to the higher quality of the roe resulting from the mandatory icing and bleeding program.

41. Purchase all District W-4 and W-5 salmon each year.

During the 2003 salmon season, Coastal Villages Seafoods, LLC purchased all of the salmon in area W-4 and W-5 (Goodnews Bay and Quinhagak). CVS was also the only buyer during the August coho season in the Eek Island area (District W-1). However, there were two other buyers in District W-1 upstream from where CVS was purchasing.

42. Assist fishermen by providing advances for gear and fuel purchases, and paying fishers in a timely manner upon delivery.

Gear advances of up to \$500 were made available to all eligible halibut and salmon fisherman who were residents of our 20 communities.

43. Conduct successful employment and training program, including filling all available positions with local hire, with outside workers hired only to acquire and teach a certain skill level.

All recruiting effort for employment was focused in region. In the 3rd Quarter, CVS employed 182 individuals for its salmon operation in Quinhagak. All but 8 of the crew were recruited from the CVRF and surrounding region.

44. Investigate transportation savings and/or opportunities in the region to support the shoreside processing projects by reducing costs.

Transportation and logistics issues are perhaps the number one problem for our salmon operation in Quinhagak. Therefore, it is monitored on a continual basis. In 2003, a state of the art production freezer was installed at the salmon processing facility in Quinhagak. This acquisition has helped to decrease CVS's airfreight expense.



Halibut Operation:

45. CVS will continue to operate the six community halibut plants and purchase halibut at the plant in Quinhagak.

All 6 halibut plants were operational in 2003. The salmon processing facility in Quinhagak landed a minimal amount of halibut.

46. Conduct successful employment and training program, including filling all available positions with local hire, with outside workers hired only to acquire and teach a certain skill level.

All plant managers for the halibut plants are local residents. All recruiting effort for employment was focused in region. In the 3rd Quarter, CVS employed 122 individuals for its halibut operations. All but one of the crewmembers was recruited from the CVRF and surrounding region.

CVS reapplied and received a STEP training grant from the State of Alaska for 2004 season.

47. Have each plant operational and ready to buy halibut by June 1. Plants will begin buying halibut when fishermen begin fishing.

The Toksook Bay, Mekoryuk, Hooper Bay, Kipnuk and Chefornak plants were operational prior to the fishing season. Due to some complications in the lease agreement, the halibut plant in Tununak opened up slightly behind schedule.

48. Process all 4E halibut in local plants each year.

During the 2003 halibut season, CVS purchased 175,863 pounds of halibut.

Herring Operation:

49. CVS will analyze the success and hindrances with the price-incentive herring program started in 2002 and determine whether to continue, modify, or terminate the program, in conjunction with the herring fishermen.

CVS participated in the following districts in 2003: Goodnews Bay, Nelson Island, Nunivak Island, Cape Avinof and Cape Romanzof. CVS was the only buyer in these five regions.

50. Assist fishermen in achieving a higher roe recovery rate, through training and education, if such a project is determined to be feasible.

CVS has a gear advance program for herring fishermen that require purchase of a minimum mesh size to promote the catch of larger more mature herring. To incent the fisherman into targeting higher roe percentages, CVS paid bonuses based on roe percentages: i.e. the fisherman received \$50 per ton in bonuses if their herring roe recovery was 10%. For 12% herring the fisherman received \$160 per ton from CVS.

51. Conduct herring committee meetings in order to get the public opinion of the fishery.

The CVS board dissolved the herring committee during the 1st Quarter of 2003. The CVS board was expanded from 3 to 5 in order to retain the members of the herring committee. The CVS board met several times during the 1st Quarter of 2003. In order to gauge the public opinion, CVS COO plans to visit a community in each of the five herring districts before the season begins. All five districts were visited by the COO of CVS.

Sportfish Guiding Service (33.3% owner of the Arolik River Sportfishing):

52. CVRF will continue to participate in the sport fish guiding industry within the region as an investor and will consider expansion into additional areas within its region.

CVRF continues to participate in the sport fish guiding industry as a partner in Arolik River Sportfishing, LLC. CVRF also continues to watch for new investment opportunities in the industry.

53. For any expansion or additional investments, CVRF will complete its due diligence process, and decide whether or not to proceed.

At the June 2003 Board Meeting, the Board directed the staff to gauge the communities' interests and support in expanding activities in the sportfishing sector. Preliminary discussions were held in Quinhagak with representatives from Kanektok River Safari, Inc. (our partner in Arolik River Sportfishing), and CVRF staff has begun discussions with other villages to explore interest in the sector. CVRF will continue to gauge community interest in sportfishing businesses and will conduct any due diligence as necessary.

54. Continue to monitor the investment in Arolik River Sportfishing, LLC.

Despite the lingering effects of September 11, the management of Arolik was able to book the summer almost too full capacity. There were only a few holes in bookings during the middle of the summer, with the rest of the season (ending approximately August 29) fully booked. Fishing was outstanding this year, and due to low water levels there were few to no "outside" charter companies using the river. As partners, CVA will continue to monitor the investment and will continue to plan for the 2004 season.

4-SITE Program

4-SITE Project and Support Services

55. Award scholarships for region residents for academic or vocational training.

LBMS Advisory Committee met in July to review 64 applications. 57 applicants were approved and awarded with a total of \$95,975 in scholarships for the Fall 2003 semester.

The next deadline is October 31st for the Spring 2004 semester.

56. Maintain a scholarship committee that reviews all applications for scholarships.

CVRF scholarship committee has been established to oversee the administration of the Louis Bunyan Memorial Scholarship and review all of the scholarship applications. The next committee meeting is scheduled in November.

57. Make available internships and apprenticeships within CVRF, its subsidiary companies, and its affiliated partner companies to prepare region residents for management positions in the companies and fishing industry.

In July, CVRF hired Anthony Boy Scout from Chevak as an administrative assistant intern in the Anchorage office. He completed his three months internship in October. He acquired technical and administrative skills; participated in the 4-SITE Program and Administrative Accounting Functions.

58. Continue to require interns to design and complete, as a requirement of their internship, village-based improvement projects that support or compliment a goal identified in CVRF's Community Development Plan, or an administrative plan used by CVRF or its partners.

Administrative Assistant Intern, Anthony Boy Scout, completed his CDP project. His project was to conduct a research on CVS employment, purchasing and marketing of salmon products.

59. Conduct training programs for region residents to build skills required in the companies in the fishing industry.

During the 1st and 2nd Quarters, CVRF held training programs in Refrigeration, HACCP, and Fillet/Mince Training sessions in preparation for the 2003 salmon and halibut season. Successful participants were hired by CVS and employed in the 3rd Quarter. CVRF will train and hire more CVRF members into the similar training programs in 2004.

60. Continue to staff the CVRF's 4-SITE program to conduct training and job placement.

The 4-SITE program support staff includes the Employment Coordinator, Rural Recruiter, Community Program Managers, and Community Liaisons. CVRF staff conducts and supports the mission of the 4-SITE program and related services to each of our 20 member communities. CVRF has 14 Community Liaisons in the region, 1 new Liaison was hired in September.

61. Conduct a recruitment and employment program for village residents in a variety of job and career opportunities in fisheries and related service industries. Fisheries and related service industries include: crab processing, bottom trawling, pacific cod, sablefish/halibut, pollock, halibut processing, salmon processing, value-added, and non-CDQ processing.

The Rural Recruiter and Community Liaisons recruited in member communities and other region villages to recruit for processors/crewmembers in CVRF fishing industry partners.

62. Initiate and maintain Skills for Success Program with member villages to assist region residents in understanding the requirements of the work place, becoming eligible to enter into employment, and developing the skills to be successful.

The Orientation for Success was presented to 4 first time crewmembers that were offered a position with American Seafoods for the B Season during the 2nd Quarter. There was no activity in the 3rd Quarter.

In July and September, CVRF held a staff development training session for Community Liaisons in Bethel.

63. Sponsor Junior Achievement of Alaska in member villages and facilitate the expansion of the program throughout the region.

CVRF expanded Junior Achievement program to include 9 additional villages. The additional villages are Tuntutuliak, Newtok, Napakiak, Oscarville, Tununak, Quinhagak, Kongiganak, Chefornak, and Eek. The Junior Achievement classes are scheduled to begin in October.

64. Continue to initiate and maintain Coastal Villages Youth Leadership Program (CVYLP) in member villages.

In the 3rd Quarter of 2003, CVRF continued to maintain its Youth Leadership program in Hooper Bay, Mekoryuk, Toksook Bay, Chevak, Chefornak, Eek, Kongiganak, Napakiak, Napaskiak, Newtok, Oscarville, Quinhagak, Scammon Bay, Tununak, and Tuntutuliak. Newly formed youth council was created in Goodnews Bay.

65. Continue to initiate and maintain Rural Education Adult Development (READ) program for member village residents.

During the 3rd Quarter, Coastal has decided to reduce its involvement in maintaining the READ program. However, our resources are still available for village residents though the Louis Bunyan Scholarship Program for those that want to travel to Bethel to attend a two week GED program at KUC.

66. Outgoing first time crewmembers will participate in the Coastal Villages' "Orientation for Success.

During the 2nd Quarter, the Orientation for Success was presented to 4 first time crewmembers that were offered a position with American Seafoods for the B Season. There was no activity in the 3rd Quarter.

Fisheries Support & Development Project:

Loan Program:

67. Maintain the CVRF loan program serving the needs of individual commercial fishermen and fisheries-related businesses in region.

The majority of funds for the first loan round of 2003 have been disbursed. The deadline for applications for the second loan round of 2003 is October 15. The loan committee will be meeting in November to analyze the applications received, with any approved loans anticipated to be dispersed in late 2003 to early 2004.

The deadline for applications for the next round of loans is scheduled for October 15, 2003.

68. Continue to provide the opportunity to assist fishermen in the purchase of additional halibut and sablefish Quota Shares.

CVRF did not receive any requests to purchase halibut or sablefish quota in the 3rd Quarter.

69. Continue to conduct an outreach initiative to promote the loan program in the region.

The loan program continues to be promoted in the company newsletter, the annual report, the website, the Delta Discovery, and the Tundra Drums as well as being broadcasted on KYUK and KCUK radio stations. The loan program was also promoted in the twenty communities with flyers with applications available locally.

70. Continue Loan Committee Meetings to discuss Loan Program, review applications, and address areas needing modification.

The deadline for applications for the second loan round of 2003 is October 15. The Loan Committee will be meeting in November to analyze the applications received and approve the appropriate loan requests.

In addition, updates have been made to the written loan policies and procedures. The Loan Committee will be discussing and approving these updates at their November meeting.

Tax and Permit Assistance Program:

71. Continue to Support VITA program in CVRF member villages during the tax-filing season.

No activity during the 3rd Quarter. As of September 30, 2003, this program had contributed to the filing of 1,242 federal tax returns, which should result in net refunds of \$1,292,556 to CVRF region residents. 14 of 20 CVRF communities received assistance in 2003 from VITA and other CVRF supported contractors.

72. Assist taxpayers who are in danger of losing their permits.

In the 3rd Quarter of 2003, CVRF received no requests for assistance with IRS liens from area residents.

73. Help or refer local residents who are requesting tax assistance.

In the 3rd Quarter of 2003, CVRF received no requests for tax assistance.

74. Obtain permits for fishermen from the CVRF region.

Information was relayed to the community residents and others of the residency requirements and the discontinuation of auto renewal for obtaining a CDQ Halibut permit via written notice and by notice in the 3rd Quarter newsletter.

Outreach Plan

Outreach Project:

75. Provide information to the member communities, through various formats, on opportunities available through the CDQ program, on activities undertaken by CVRF and its subsidiaries, and on the region's fishing industry.

In the 3rd Quarter, newspaper ads were placed with the Tundra Drums and Delta Discovery on the 4-SITE and CVRF Revolving Loan programs. Additionally, fliers advertising the programs were

provided for posting and application packets were made available to the twenty communities for distribution locally through either a CVRF office or a local governing entity office.

76. Continue to provide CVRF newsletters and annual reports to the region.

The CVRF fall newsletter was distributed to every box holder in all twenty communities and to other company contacts in the 3rd Quarter. Staff began planning, conducting research and drafting articles for the 2003 Annual Report.

The 2002 Annual Report was distributed to every box holder in all twenty communities as well as to CVRF company contacts in June 2003.

77. Continue to support potlatches in the region.

CVRF continued to provide support for community gatherings and potlatches in its member communities by sponsoring 5 community gatherings totaling approximately \$3,100 in the 3rd Quarter.



78. Maintain and update website of all CVRF affiliated organizations.

The CVRF website was designed in 2001 and can be found at www.coastalvillages.org. CVRF continues to monitor the website and update it when necessary.

79. Assist communities in planning for projects that can be supported by the CDQ program (i.e., fisheries-related) or that require support from outside funding sources.

In the 3rd Quarter of 2003, CVRF continued the process of initial planning for a comprehensive, fisheries-related construction plan for 2003-2005, including unified community support and land/site selection.

80. Participate in the CDQ Human Resources Group to improve employment programs in CVRF-related programs and in the fishing industry.

The last CDQ Human Resources Group met during the 10 year CDQ anniversary celebration in Anchorage, which CVRF sent the Employment Coordinator and a support staff member to attend.

81. Participate in the development of the inter-organizational committee for regional training initiatives.

CVRF continues to participate on an inter-organizational committee, the Yuut Elitnauvviat (Peoples Learning Center) committee. The committee members include: CVRF, Yukon-Kuskokwim Health Corporation, Lower Kuskokwim School District, UAF Kuskokwim Campus, the Alaska National Guard, the Association of Village Council Presidents (AVCP), AVCP Regional Housing Authority, and the City of Bethel. The regional learning center will provide learning services to both youth and adults needing additional skills to enter high skilled, high wage jobs, and to further baccalaureate or graduate programs.

82. Support and operate programs that will assist region residents to become successful role models and leaders in their communities.

CVRF provides human resource development opportunities to member residents through the 4-SITE and Support Service programs (Junior Achievement, Youth Leadership, and Adult Education). CVRF now has 13 local Community Liaisons along with 2 Community Program Managers at CVRF member communities to facilitate delivery of these programs. The Anchorage CVRF office has daily contact with the Community Liaisons and Community Program Managers.

CVRF Development Project

CVRF Development Project:

83. Conduct on-going analysis of capabilities and performance of staff, board and resources in the region.

The staff receives annual evaluations to help management analyze their capabilities and performance. CVRF employs a Rural Recruiter, Employment Coordinator, Community Program Managers, and Community Liaisons who recruit in the region for 4-SITE opportunities with CVRF, its subsidiaries, and industry partners.

84. CVRF will maintain “Standards of Leadership” for Board of Directors by annual review of Board standards policies and administration of Oath of Office.

All Board members are held accountable to the Standards of Leadership. Any behavior by a Board member acting in conflict with those standards is addressed through the Board’s formal disciplinary process. All new Board members receive copies of the Standards of Leadership and other Board policies pertaining to their service on the CVRF Board. The Board Handbook is updated annually prior to the Annual Board Meeting.

85. Continue to implement the 360-degree performance feedback system for senior management.

The Board of Directors performed an evaluation of the Executive Director during the November Annual Board Meeting.

86. CVRF will maintain its Continuous Improvement (CI) Model for Board and Management, including the holding of an Annual Board Retreat.

A Board Retreat was held in May to continue CVRF’s maintenance and education of its board. Management continues to improve their knowledge and expertise by attending seminars, classes and other activities associated with training.

General and Administration:

Administration:

87. Adopt an annual budget and submit to the State by December 15.

CVRF prepared the 2003 budget and the Board approved it in November of 2002. The budget was submitted to the State by the December 15 deadline. The 2003 budget revision was approved by the Board at the August meeting and substantial amendment #2003-15CV was submitted to the State in September.

CVRF is in the process of preparing the 2004 budget, and plans to have it approved at the November Board Meeting before submitting it to the State by the December 15 deadline.

88. Monitor the budget to actual comparisons and make revisions as necessary to allow for unexpected items or changes in the expectations for the year. This monitoring process should include monitoring both by staff on a frequent basis and monitoring by the board of directors by presenting the budget to actual reports to the board at board meetings.

CVRF has submitted monthly budget-to-actual reports to the board Treasurer, in addition to providing quarterly budget-to-actual reports to the full board. Staff review budget to actual reports on a monthly or as-needed basis. Revisions were made to the 2003 budget in August, approved by the Board, and were submitted to the State in Amendment #2003-15CV.

89. As a compliment to CVRF's sophisticated budgeting process, CVRF will develop monthly cash flow projections.

At the same time that CVRF's budgets are prepared, cash flow estimates are also prepared. The cash flow estimates are adjusted as revisions to the budgets are made.

90. Prepare monthly consolidated financial statements for review by CVRF management and the CVRF Board Treasurer.

Monthly financial statements have been sent to the Board Treasurer and given to the Finance Director for review. Quarterly financial statements are also presented to the Full Board at the meetings.

91. Continue to develop and maintain the written CVRF accounting procedures.

Accounting procedures were written for all major accounting functions in 2001. CVRF continues to improve upon the procedures and update the memos for changes made.

92. Submit quarterly and annual reports, financial audits, and meet other regulatory deadlines.

The 1st and 2nd Quarter reports were, and the 3rd Quarter report is being, submitted on time. The 2002 annual audit and agreed upon procedures audit were started in March 2003 and are complete. Coastal Villages has met all regulatory deadlines.

93. Conduct a minimum of four full board meetings a year and other executive board or subsidiary board meetings as needed.

During the 3rd Quarter of 2003, the CVRF Full Board met on August 28-29 and the Executive Board met on August 6th and October 10th. The Full Board expects to meet on November 12th - 14th, 2003, in Bethel.

94. Prior to all Full Board Meetings, provide Board Packets to all Board members.

Each Board of Director receives a Board Packet in the mail prior to a Full Board Meeting for review so that they are prepared for the meeting.

95. Prepare all election process materials according to the corporate bylaws and Alaska Statutes, for distribution to each community's governing body that have a seat up for re-election by August 1st of each year.

CVRF sent out election packets to the following communities that have elections in 2003: Napakiak, Chefornek, Scammon Bay, Chevak, Goodnews Bay, Mekoryuk, and Nightmute.

96. Follow the State CDQ requirements that state that an elected representative from the community is a domiciled resident of that community and all board members are from the region.

All 21 Board Members are domiciled in the CVRF communities.

97. Monitor the quarterly board members communication to their governing body to ensure communities are being informed of activities and accomplishments of CVRF and subsidiaries.

A summary of the 3rd Quarter Board Meeting was provided to each Board member for reporting to communities.

98. Continue to monitor and analyze the operations of the company in terms of staffing, and add new positions when necessary in order to continue to improve the efficiency and effectiveness of operations.

CVRF maintains staffing levels as necessary to carry out efficient business results and only expands when needed. In the 3rd Quarter 2003, CVRF recruited and hired a Community Program Coordinator, a Community Development Administrator, a CDP Coordinator, and a Community Liaison. Coastal Villages also hired a Community Development Specialist who will be starting in October.

99. Complete annual performance evaluations of CVRF staff.

CVRF maintains records of evaluation due dates at the corporate headquarters. The supervisors are notified when staff evaluations are due. Evaluations are completed annually for all staff and kept in their personnel files.

Cash Management and Investments:

100. All investments are to be made in compliance with CVRF investment policy.

Coastal Villages has not opened any new investment accounts in 2003, but has made two new investments in fishing companies. CVRF is in compliance with its investment policy (investment policy can be found in the 2003-2005 CDP).

101. All investible cash and cash equivalents will be invested with the intent to earn a reasonable rate of return in relation to the current market conditions for short and long term holdings.

Liquid cash not needed for operations is held partly in money markets and partly in corporate and government bonds. The money market rate currently is less than one percent. The return on the long-term investments in corporate and government bonds was approximately 1.98 percent as of September 30, 2003.

102. CVRF will complete its due diligence for all investments made in companies or in vessels.

During the 3rd Quarter, CVRF closed on one transaction, and is currently going through an IPO process on an existing investment. CVRF has completed all or virtually all of its due diligence for all transactions. All due diligence will be completed before closing any transaction.

103. CVRF will review and analyze monthly cash flow projections and budget to actual reports to manage its cash flow and to determine the cash needs for investing.

Cash flow needs are analyzed on an on-going basis. CVRF prepares monthly cash flow projections, which are based on the approved budget, and compares them to actual results for the month. CVRF also prepares quarterly budget to actual reports and analyzes any material discrepancies. CVRF has revised the cash flow projections to compensate for actual results and changes in the 2003 budget. See also discussions on the budget and cash flow projections in numbers 87 – 89 above.

CDQ Contract Management:

104. CVRF will ensure that each royalty contract with harvesting partners is in full force and effect and regulatory requirements are met.

In the 3rd Quarter, all CVRF royalty contracts were in full force and effect, and regulatory requirements were met.

105. Obtain approvals for amendments to the royalty contracts as necessary and appropriate.

In the 3rd Quarter, no amendments to CVRF royalty contracts were necessary.

106. Monitor performance of harvesting partners and inform them of compliance issues.

In the 3rd Quarter, all CVRF royalty contracts were in full force and effect, and regulatory requirements were met.

CDQ Quota Management

107. CVRF will allocate its allocations among its harvest partners and monitor the harvest of all allocations.

In the 3rd Quarter, CDQ allocations were budgeted and monitored as necessary.

108. Prepare CDQ harvest activity and status reports.

In the 3rd Quarter, CVRF prepared CDQ harvest activity and status reports as necessary.

109. Ensure that CVRF is in compliance with Federal, State, local regulatory and legal requirements.

All CVRF royalty contracts contain language requiring harvest partners to be in compliance with federal, state and local regulatory and other legal requirements. No instances of non-compliance were noted in the 3rd Quarter.



B. Outreach

Outreach activities in the 3rd Quarter of 2003:

- Sponsorship of the news continued on KYUK, KSKD and KCUK radio stations. Changes were made to the broadcast to promote the Louis Bunyan Memorial Scholarship and CVRF revolving loan.
- Planning began in the 3rd Quarter for the 2003 Annual Report.
- CVRF advertised the Louis Bunyan Scholarship and CVRF revolving loan program and made applications available locally in all 20 CVRF communities.
- CVRF and Lonewolf Productions produced a 4-SITE CD-rom. Additional changes were noted in the final review during the 3rd Quarter. The final product should be available for distribution to the public in the 4th Quarter.
- CVRF sponsored 3 potlatches and two community gatherings in its member communities in the 3rd Quarter.
- CVRF's Community Program Managers, Community Liaisons, Rural Recruiter, Employment Coordinator, Community Development Specialist, and Business Development Director held a staff meeting in Bethel in July of 2003.
- As part of CVRF's Continuous Improvement Programs, CVRF staff consisting of Community Development Team, Community Program Managers, Community Liaisons, Community Development Specialist, and Senior Accountant met in Bethel in September of 2003.
- CVRF advertised job openings for Community Liaison positions in several villages.
- CVRF hired a Community Liaison in the village of Kipnuk.
- The CVRF newsletter was distributed in the 3rd Quarter to all community residents and other business and industry associates.
- The CVRF Rural Recruiter and Community Liaisons recruited in CVRF member and surrounding communities for the 2003 CVS salmon and halibut season.
- The YK Delta Job Center advertised CVS job opening on KYUK, State of Alaska website, and faxed to tribal councils in the region.
- Seasoned Community Liaisons traveled to communities to orient new Community Liaisons on programs and the administration of drug-testing procedures for industry partners.
- Newspaper ads were put in the Delta Discovery and Tundra Drums for the Louis Bunyan Memorial Scholarship and Loan Program deadlines, and recruitment for the CVS Salmon and halibut Season.
- The CVRF revolving loan program and Louis Bunyan Memorial Scholarship accepted applications for consideration for the October deadlines.
- Business Development Specialists traveled to various CVRF member communities to meet with fisherman, traditional and city council members, and the general public to discuss the Fisheries Support Center Project, building design and community planning.
- The Employment Coordinator met with current and prospective LBMS students at AVTEC in Seward.
- The Community Program Manager presented CVRF programs to teachers and staff in Chevak.
- The Community Liaison and the Rural Recruiter completed exit interviews for American Seafoods B season crewmembers in Seattle, WA.
- CVRF Community Program Managers, Liaisons, Employment Coordinator and the Rural Recruiter completed exit interviews for CVS halibut and salmon employees.
- American Seafoods and CVRF advertised employment opportunities in the Tundra Drums.
- The new CVS Safety Video was viewed by all CVS salmon and halibut processors.

C. Employment

1. Data Form

	<u>1st Quarter</u>		<u>2nd Quarter</u>		<u>3rd Quarter</u>		<u>4th Quarter</u>		<u>Year-to-date</u>	
	<u>People</u>	<u>Wages</u>	<u>People</u>	<u>Wages</u>	<u>People</u>	<u>Wages</u>	<u>People</u>	<u>Wages</u>	<u>People</u>	<u>Wages</u>
CVRF:										
Program, General & Administrative ²	4	\$ 42,226	4	\$ 44,398	4	\$ 42,319	-	\$ -	4	\$ 128,943
Community Liaisons	12	44,484	17	107,295	14	93,460	-	-	18	245,239
CVS:										
Onshore (Fishermen-Halibut)	-	-	128	107,375	131	112,454	-	-	168	219,829
Onshore (Fishermen-Salmon)	-	-	103	79,015	158	404,714	-	-	164	483,729
Onshore (Fishermen-Herring) ¹	-	-	85	242,703	22	7,158	-	-	107	249,861
Salmon & Halibut (CVS Mgmt.)	2	10,047	19	54,550	19	118,192	-	-	20	182,789
Processors & Misc. Jobs (CVS)	1	300	144	97,014	276	710,066	-	-	295	807,380
CDQ Pollock Related:										
American	24	63,570	28	280,975	7	27,462	-	-	31	372,007
Westward (non CDQ)	14	56,247	3	3,299	1	4,983	-	-	14	64,529
Other Fishing:										
Sablefish/Halibut (Ocean Harvester)	1	-	2	8,980	2	6,716	-	-	2	15,696
Crab, Cod, Sea Urchin & Other (Icicle)	1	3,064	3	5,170	3	13,588	-	-	3	21,822
Crab, Cod & Sea Urchin (Prowler Fisheries)	1	-	-	-	-	-	-	-	1	-
Other Employment:										
CVRF (contract)	-	-	-	-	-	-	-	-	-	-
Internships:										
CVRF	<u>1</u>	<u>796</u>	<u>1</u>	<u>1,610</u>	<u>1</u>	<u>4,181</u>	<u>-</u>	<u>-</u>	<u>2</u>	<u>6,587</u>
TOTAL	<u><u>61</u></u>	<u><u>\$ 220,734</u></u>	<u><u>537</u></u>	<u><u>\$ 1,032,384</u></u>	<u><u>638</u></u>	<u><u>\$ 1,545,293</u></u>	<u><u>-</u></u>	<u><u>\$ -</u></u>	<u><u>829</u></u>	<u><u>\$ 2,798,411</u></u>

1 Herring and herring roe payments include cash payments from the herring processors. There would have been no herring processors operating in the CVRF region without Coastal's participation in the program.

2 Does not include residents from the communities with full time position working in the Anchorage office.

C. Employment, continued

2. Summary

CVS RELATED

Salmon and Halibut (CVS Management) – Earnings are reported as paid to 19 management positions.

Processors & Misc. Jobs (CVS) – Earnings are reported as paid to 276 employees.

CDO POLLOCK RELATED

American Seafoods Company – Earnings are reported as paid to 7 CVRF residents and 1 non-resident.

Westward Seafoods, Inc – Earnings are reported as paid to 1 CVRF resident.

OTHER FISHING

Offshore (OH) – Earnings are reported as paid to 2 CVRF members.

Crab, Cod & Sea Urchin (Icicle) –Earnings are reported as paid to 3 CVRF members.

INTERNSHIPS

CVRF – Earnings are reported as paid to one Administrative Assistant Intern from Chevak.

C. Employment, continued

	<u>Employees/Interns</u>			
	<u>(1) CVRF Earnings</u>	<u>Number of people</u>	<u>(1) CVS Earnings</u>	<u>Number of people</u>
Chefornak	16,991	1	40,571	19
Chevak	81,529	4	19,063	3
Eek	17,145	1	44,012	7
Goodnews Bay	8,779	1	20,473	4
Hooper Bay	19,989	2	197,488	53
Kipnuk	-	-	44,003	17
Kongiganak	16,943	1	3,439	2
Kwigillingok	-	-	11,965	2
Mekoryuk	27,164	2	59,264	37
Napakiak	13,894	1	5,561	4
Napaskiak	31,768	2	3,641	1
Newtok	15,274	1	33,877	15
Nightmute	405	1	-	-
Oscarville	14,520	1	-	-
Platinum	-	-	-	-
Quinhagak	14,478	1	233,863	58
Scammon Bay	50,467	2	26,666	7
Toksook Bay	23,283	1	94,318	38
Tuntutuliak	16,935	1	7,446	4
Tununak	11,205	1	38,573	19
Total CVRF region	<u>380,769</u>	<u>24</u>	<u>884,223</u>	<u>290</u>
Bethel	-	-	14,199	2
Kalskag	-	-	3,864	1
Kwethluk	-	-	2,876	2
Mountain Village	-	-	45,797	10
Nunapitchuk	-	-	19,099	4
Pilot Station	-	-	10,217	3
St. Mary's	-	-	224	1
Twin Hills	-	-	9,670	2
Total other regions	<u>-</u>	<u>-</u>	<u>105,946</u>	<u>25</u>
Grand Total	<u>380,769</u>	<u>24</u>	<u>990,169</u>	<u>315</u>

(1) Does not include residents from the communities with full time position working in the Anchorage Office.

C. Employment, continued

3. Summary of employment for the period ending September 30, 2003

	<u>Employees</u>		<u>Fisherman</u>		<u>Herring²</u>	
	<u>Wages</u>	<u>Number</u>	<u>Payments</u>	<u>Number</u>	<u>Payments</u>	<u>Number</u>
CVS:						
CDQ - CVRF region	\$ 884,223	290	\$ 667,347	314	\$ 248,429	106
CDQ - other regions	65,683	15	1,321	2	-	-
Alaska - neighboring communities	40,263	10	34,890	16	1,432	1
Alaska - other	64,231	5	3,903	1	662	1
Non-Alaska	<u>152,604</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>3,204</u>	<u>1</u>
Total	<u>1,207,004</u>	<u>326</u>	<u>707,461</u>	<u>333</u>	<u>253,727</u>	<u>109</u>
CVRF ¹ :						
CDQ - CVRF region	<u>374,182</u>	<u>22</u>				
Total	<u>374,182</u>	<u>22</u>				
Off-shore:						
CDQ - CVRF region	454,313	46				
CDQ - other regions	11,593	3				
Alaska - neighboring communities	<u>8,148</u>	<u>2</u>				
Total	<u>474,054</u>	<u>51</u>				
Interns-						
CDQ - CVRF region	<u>6,587</u>	<u>2</u>				
TOTAL	<u>\$ 2,061,827</u>	<u>401</u>	<u>\$ 707,461</u>	<u>333</u>	<u>\$ 253,727</u>	<u>109</u>

1 Does not include residents from the communities with full time position working in the Anchorage office.

2 Herring and herring roe payments include cash payments from the herring processors. There would have been no herring processors operating in the CVRF region without Coastal's participation in the program.

D. Training

1. Data form	<u>1st Quarter</u>		<u>2nd Quarter</u>		<u>3rd Quarter</u>		<u>4th Quarter</u>		<u>Year-to-date</u>	
	<u>People</u>	<u>Expenditures</u>	<u>People</u>	<u>Expenditures</u>	<u>People</u>	<u>Expenditures</u>	<u>People</u>	<u>Expenditures</u>	<u>People</u>	<u>Expenditures</u>
Scholarships										
Postsecondary	34	\$ 47,947	1	\$ 1,084	36	\$ 26,224	-	\$ -	51	\$ 75,255
Vocational	5	7,500	1	1,500	16	56,946	-	-	22	65,946
GED	-	-	2	226	1	25			3	251
		-								
Voc-Tech Classes										
Basic	-	-	-	-	-	-	-	-	-	-
Advanced	-	-	-	-	-	-	-	-	-	-
Other Training										
Fisheries related	41	64,458	25	10,682	-	-	-	-	65	75,140
Student Loans	-	-	-	-	-	-	-	-	-	-
CDQ Staff/Board/Interns	17	15,093	14	7,248	28	27,719	-	-	35	50,060
Other		-	-	-	-	-	-	-	-	-
						-				
Other Expenditures										
To Educational Institutions	N/A	-	N/A	-	N/A	-	N/A	-	N/A	-
Educational Endowment Funds	N/A	-	N/A	-	N/A	-	N/A	-	N/A	-
Other	<u>N/A</u>	<u>-</u>	<u>N/A</u>	<u>-</u>	<u>N/A</u>	<u>-</u>	<u>N/A</u>	<u>-</u>	<u>N/A</u>	<u>-</u>
TOTAL	<u>97</u>	<u>\$ 134,998</u>	<u>43</u>	<u>\$ 20,740</u>	<u>81</u>	<u>\$ 110,914</u>	<u>-</u>	<u>\$ -</u>	<u>176</u>	<u>266,652</u>

D. Training, continued

2. Summary

SCHOLARSHIPS

The Louis Bunyan Memorial Scholarship dispersed an award for 36 applicants for postsecondary education and 16 applicants for vocational training for the 2003 fall semester. One individual earned a General Education Diploma. LBMS expenditures in the 3rd Quarter is \$83,195.

OTHER TRAINING

Fisheries Related

None noted.

CDO STAFF/BOARD/INTERNS

- 19 staff members attended a Community Liaison training in July.
- 1 staff attended a Management seminar.
- 1 staff attended a Creative Marketing seminar.
- 2 staff attended an InDesign course.
- 2 staff attended a Valuation of Companies seminar.
- 18 staff attended the Community Liaison Workshop in September.

D. Training, continued

	<u>Training</u>		<u>Scholarships</u>	
	<u>Disbursement</u>	<u>Number of people</u>	<u>Disbursement</u>	<u>Number of people</u>
Chefornak	4,131	3	1,700	1
Chevak	7,504	7	20,899	11
Eek	7,235	4	5,807	3
Goodnews Bay	966	1	638	2
Hooper Bay	19,353	18	16,000	7
Kipnuk	4,028	6	10,555	6
Kongiganak	879	1	2,000	2
Kwigillingok	-	-	11,714	7
Mekoryuk	3,592	4	12,800	6
Napakiaak	626	1	4,662	3
Napaskiak	1,397	2	1,020	1
Newtok	1,410	3	6,800	4
Nightmute	2,384	2	-	-
Oscarville	1,057	1	-	-
Platinum	-	-	1,735	1
Quinhagak	1,339	5	6,014	3
Scammon Bay	7,407	8	15,623	9
Toksook Bay	6,677	7	8,597	5
Tuntutuliak	4,416	3	4,700	2
Tununak	1,999	4	5,100	3
Total CVRF region	76,400	80	136,364	76
Mountain Village	14,429	4	-	-
St. Mary's	304	1	-	-
Total other regions	14,733	5	-	-
Grand Total	91,133	85	136,364	76

E. Other Issues

None noted.

III. Administration

A. State of Alaska Reporting Compliance

1. Board Member Changes:

In the 3rd Quarter, there were no board member changes.

2. Decisions.

See confidential section.

3. Minutes from any meetings.

See confidential section.

B. State of Alaska Reporting Compliance

CVRF submitted its 1st and 2nd Quarter 2003 reports in a timely manner, and will submit this 3rd Quarter 2003 report on time. Additionally, CVRF submitted amendments as required under state and federal regulations.

C. Amendment Status

Several amendments were submitted during the 1st, 2nd, and 3rd Quarters of 2003.

Transfer of pollock from BBEDC:

During January 2003 CVRF submitted amendment #2003-01CV for approval requesting the transfer of 11,000 MT of BBEDC's pollock allocation to CVRF. This amendment was approved.

Transfer of various species to BBEDC:

During January 2003 CVRF submitted amendment #2003-02CV for approval requesting the transfer of various species, to include Atka Mackerel, Pacific ocean perch, groundfish, and related bycatch to BBEDC. This amendment was approved.

Transfer of pollock from CBSFA:

During January 2003 CVRF submitted amendment #2003-03CV for approval requesting the transfer of CBSFA's pollock allocation to CVRF. This amendment was approved.

Alaskan Enterprise and Karin Lynn:

During February 2003 CVRF submitted amendment #2003-04CV for approval for the purchase of the crab boats Alaskan Enterprise and Karin Lynn. This amendment was approved.

Transfer of various species to BBEDC:

During February 2003 CVRF submitted amendment #2003-05CV for approval requesting the additional transfer of various species, to include Atka Mackerel, Pacific ocean perch, groundfish, and related bycatch to BBEDC. This amendment was approved.

Annual Housekeeping:

During February 2003 CVRF submitted amendment #2002-06CV for the annual housekeeping. This amendment highlights the changes in the board membership, changes in key staff, changes in subsidiaries, and changes to harvesting contracts. This amendment was approved.

#2003-06CV:

During March 2003 CVRF submitted amendment #2003-06CV (duplicate number). This transaction never closed. This amendment was approved

Transfer of opilio crab from YDFDA:

During February 2003 CVRF submitted amendment #2003-07CV for approval requesting the transfer of 1,843 pounds of YDFDA's opilio crab to CVRF. This amendment was not required to be submitted to the State but was approved by Alaska Department of Fish and Game.

Transfer of pollock from NSEDC:

During March 2003 CVRF submitted amendment #2003-08CV for approval requesting the transfer of 1,500 MT of NSEDC's pollock allocation to CVRF. This amendment was approved.

Mekoryuk Reindeer Project:

During March 2003 CVRF informally submitted amendment #2003-09CV requesting for CVRF to participate/invest in the Mekoryuk Reindeer Project. CVRF is currently in discussions with oversight and is looking forward to beginning this project.

Transfer of other species to BBEDC:

During March 2003 CVRF submitted amendment #2003-10CV for approval requesting the transfer of 10 MT of CVRF's other species allocation to BBEDC. This amendment was approved.

Blue North Group:

During May 2003 CVRF submitted amendment #2003-11CV for approval for the purchase of the crab boats Tempest, Blue Aleutian, Sultan, and Blue Dutch. This amendment was approved.

Transfer of AI Sablefish to YDFDA:

During June 2003 CVRF submitted amendment #2003-12CV for approval requesting the transfer of 60 MT of CVRF's AI sablefish allocation to YDFDA. This amendment was approved.

Non-Specific Reserve:

During July 2003 CVRF submitted amendment #2003-13CV for approval requesting the transfer of 75.702 MT from CVRF's non-specific reserve to other species. This amendment was approved.

Transfer of Other Species from BBEDC:

During July 2003 CVRF submitted amendment #2003-14CV for approval requesting the transfer of 19 MT of BBEDC's other species allocation to CVRF. This amendment was approved.

2003 Budget Revision:

During September 2003 CVRF submitted amendment #2003-15CV for approval requesting a revision of the 2003 operating budgets. This amendment is pending approval.

Transfer of various species to BBEDC:

During September 2003 CVRF submitted amendment #2003-16CV for approval requesting the transfer of various species, to include Atka Mackerel and Pacific ocean perch, to BBEDC. This amendment was approved.

D. Other Issues

None noted.

IV. Harvesting Report

A. Pollock & Multi-species CDQ Harvest Activities by Target Fishery

CVRF Pollock Target Fishery Harvest Activity								
As of September 30, 2003								
CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (40%)	mt	23,204.416	23,162.180	-	0.000		23,162.180	99.8%
B Season (60%)	mt	32,556.584	-	-	28,509.998		28,509.998	87.6%
BS Pollock Total	mt	55,761.000	23,162.180	-	28,509.998	-	51,672.178	92.7%
Bycatch								
Pacific Cod	mt	-	103.462	-	96.160		199.622	-
BS FG Sablefish	mt	-	-	-	-		-	-
AI FG Sablefish	mt	-	-	-	-		-	-
BS Sablefish	mt	-	0.023	-	1.270		1.293	-
AI Sablefish	mt	-	-	-	-		-	-
WAI Atka Mackerel 543	mt	-	-	-	-		-	-
CAI Atka Mackerel 542	mt	-	-	-	-		-	-
EAI/BS Atka Mackerel 541	mt	-	0.009	-	0.179		0.188	-
Yellowfin Sole	mt	-	0.440	-	0.001		0.441	-
Rock Sole	mt	-	27.788	-	4.545		32.333	-
BS Greenland Turbot	mt	-	2.866	-	8.407		11.273	-
AI Greenland Turbot	mt	-	-	-	-		-	-
Arrowtooth Flounder	mt	-	4.299	-	64.752		69.051	-
Flathead Sole	mt	-	22.952	-	58.949		81.901	-
Other Flatfish	mt	-	1.358	-	17.596		18.954	-
Alaska Plaice	mt	-	0.120	-	0.016		0.136	-
BS Pacific Ocean Perch	mt	-	0.416	-	2.987		3.403	-
WAI Pacific Ocean Perch 543	mt	-	-	-	-		-	-
CAI Pacific Ocean Perch 542	mt	-	-	-	-		-	-
EAI Pacific Ocean Perch 541	mt	-	-	-	-		-	-
AI Northern Rockfish	mt	-	-	-	-		-	-
AI Shortraker/Rougheye Rockfish	mt	-	-	-	-		-	-
BS Other Rockfish	mt	-	0.601	-	0.308		0.909	-
AI Other Rockfish	mt	-	-	-	-		-	-
Other Species	mt	-	18.841	-	33.010		51.851	-
PSQ Reserve Category								
Zone 1 Red King Crab	ea	-	-	-	-		-	-
Zone 1 Bairdi Tanner Crab	ea	-	32	-	-		32	-
Zone 2 Bairdi Tanner Crab	ea	-	-	-	-		-	-
Opilio Tanner Crab	ea	-	13	-	58		71	-
Pacific Halibut (mortality)	mt	-	1.882	-	8.524		10.406	-
Chinook Salmon	ea	-	743	-	468		1,211	-
Non-Chinook Salmon	ea	-	-	-	2,055		2,055	-

CVRF Pacific Cod Target Fishery Harvest Activity
Quarter ended September 30, 2003

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (60%)	mt	1,649.604	776.033	745.278	-	-	1,521.311	92.22%
B Season (40%)	mt	850.396	-	231.437	587.500	-	820.410	96.47%
Pacific Cod Total	mt	2,500.000	776.033	976.715	587.500	-	2,341.721	93.67%
Bycatch								
Non Pollock Quota	mt	-	-	-	-	-	-	-
BS FG Sablefish	mt	-	-	-	-	-	-	-
AI FG Sablefish	mt	-	-	-	-	-	-	-
BS Sablefish	mt	-	-	0.012	0.297	-	0.309	-
AI Sablefish	mt	-	-	-	-	-	-	-
WAI Atka Mackerel 543	mt	-	-	-	-	-	-	-
CAI Atka Mackerel 542	mt	-	-	-	-	-	-	-
EAI/BS Atka Mackerel 541	mt	-	-	-	0.017	-	0.017	-
Yellowfin Sole	mt	-	0.020	1.520	3.505	-	5.045	-
Rock Sole	mt	-	1.409	1.233	0.694	-	3.336	-
BS Greenland Turbot	mt	-	-	0.699	1.316	-	2.015	-
AI Greenland Turbot	mt	-	-	-	-	-	-	-
Arrowtooth Flounder	mt	-	1.199	8.316	16.913	-	26.428	-
Flathead Sole	mt	-	3.882	3.678	2.482	-	10.042	-
Other Flatfish	mt	-	0.101	0.182	0.231	-	0.514	-
Alaska Plaice	mt	-	-	0.005	-	-	0.005	-
BS Pacific Ocean Perch	mt	-	-	-	-	-	-	-
WAI Pacific Ocean Perch 543	mt	-	-	-	-	-	-	-
CAI Pacific Ocean Perch 542	mt	-	-	-	-	-	-	-
EAI Pacific Ocean Perch 541	mt	-	-	-	-	-	-	-
AI Northern Rockfish	mt	-	-	-	-	-	-	-
AI Shortraker/Rougheye Rockfish	mt	-	-	-	0.302	-	0.302	-
BS Other Rockfish	mt	-	0.025	-	0.006	-	0.031	-
AI Other Rockfish	mt	-	-	-	-	-	-	-
Other Species	mt	-	99.968	163.621	75.833	-	339.422	-
PSQ Reserve Category								
Zone 1 Red King Crab	ea	-	-	-	-	-	-	-
Zone 1 Bairdi Tanner Crab	ea	-	-	-	-	-	-	-
Zone 2 Bairdi Tanner Crab	ea	-	-	-	-	-	-	-
Opilio Tanner Crab	ea	-	-	-	-	-	-	-
Pacific Halibut (mortality)	mt	-	1.069	8.794	4.036	-	13.899	-
Chinook Salmon	ea	-	-	-	-	-	-	-
Non-Chinook Salmon	ea	-	-	-	-	-	-	-

CVRF Halibut Harvest Activity
Quarter Ended September 30, 2003

CDQ Reserve Category	Units	Annual Allocation	Transferred In	Transferred Out	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	Percent Harvested	Remaining Allocation
Halibut - 4B	lbs	-	-	-	-	-	-	-	-	-	-	-
Halibut - 4C	lbs	-	-	-	-	-	-	-	-	-	-	-
Halibut - 4D	lbs	146,160	-	-	146,160	-	-	146,160	-	146,160	100.00%	-
Halibut - 4E	lbs	273,000	-	-	273,000	-	85,900	89,926	-	175,826	64.41%	97,174

CVRF Crab Harvest Activity
Quarter Ended September 30, 2003

CDQ Reserve Category	Units	Annual Allocation	Transferred In	Transferred Out	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	CVRF Harvested	YDFDA Harvested	Percent Harvested	Remaining Allocation
Bering Sea <i>C. Opilio</i> (snow) Tanner crab	lbs	360,508	1,843	-	362,351	362,123				362,123	360,394	1,729	99.94%	228
Bering Sea <i>C. Bairdi</i> Tanner crab	lbs	-	-	-	-	-				-	-	-	-	-
Bristol Bay Red King crab	lbs	-	-	-	-	-				-	-	-	-	-
Norton Sound Red King crab	lbs	-	-	-	-	-				-	-	-	-	-
Pribilof Red & Blue King crab	lbs	-	-	-	-	-				-	-	-	-	-
St Matthew Blue King crab	lbs	-	-	-	-	-				-	-	-	-	-

A. Summary, continued

Pollock – The F/V Northern Eagle, F/V Ocean Rover, F/V Northern Jaeger, F/V American Triumph and F/V Northern Hawk harvested 28,509.998 mt in this CDQ fishery in the 3rd Quarter for the total pollock pool. The vessels have harvested 92.67% of quota through the 3rd Quarter. There were no unusual bycatch issues associated with this fishery this quarter.

Pacific cod – The F/V Deep Pacific, F/V North Cape and F/V Lilli Ann and F/V Ocean Harvester harvested 587.501 mt of Pacific cod in the 3rd Quarter. The vessels have harvested 93.61% of quota through the 3rd Quarter. There were no unusual bycatch issues associated with this fishery.

FG Sablefish-AI – CVRF pooled our Sablefish Quota with Yukon Delta Fisheries Development Association and in the third quarter reported 11.864 mt harvested.

Halibut – Area 4D – F/V Ocean Harvester and F/V Middle Pass harvested all 146,160 lbs of halibut in the third quarter.

Halibut – Area 4E – CVRF resident fishermen caught 89,926 lbs. of Pacific halibut in the 3rd Quarter. All fish were delivered to and processed by CVRF region shoreside plants.

Atka mackerel/POP – US Seafoods is harvesting CVRF's Atka mackerel and pacific ocean perch (POP) CDQ in 2003. CVRF transferred its available targeted Atka mackerel and POP to BBEDC. Please see their 3rd Quarter 2003 report for additional harvest information.

Flathead/Rock/Yellowfin sole – CVRF transferred its available targeted flathead sole, rock sole and flathead sole to BBEDC to be harvested by US Seafoods. Please see their 3rd Quarter 2003 report for additional harvest information.

Snow/Tanner crab (*Opilio*) – There was no activity in this CDQ fishery in the 3rd Quarter.

Bristol Bay Red King crab – There was no activity in this CDQ fishery in the 3rd Quarter.

B. CDQ Harvest by Quarter and Year-to-Date

MS CDQ / PSQ Account Status Report 2003													
CDQ Group: CVRF	Units	Initial Allocation	Transferred In	Transferred Out	Allocation after transfers	CDQ / PSQ Catch Reported				YTD Harvest	Percent Harvested	CDQ / PSQ Remaining	Percent Remaining
CDQ Reserve Category						1st Qtr	2nd Qtr	3rd Qtr	4th Qtr				
BS Pollock	mt	35,802.240	19,958.800	-	55,761.040	23,162.180	-	28,509.998		51,672.178	92.67%	4,088.862	7.33%
Pacific Cod	mt	2,801.340	63.000	115.000	2,749.340	879.495	976.715	685.134		2,541.344	92.43%	207.996	7.57%
BS FG Sablefish	mt	-	-	-	-	-	-	-		-	-	-	-
AI FG Sablefish	mt	125.550	-	60.000	65.550	-	-	-		-	-	65.550	100.00%
BS Sablefish	mt	14.170	-	5.668	8.502	0.023	0.012	1.258		1.293	15.21%	7.209	84.79%
AI Sablefish	mt	7.540	-	3.750	3.790	-	-	-		-	-	3.790	100.00%
WAI Atka Mackerel 543	mt	224.850	-	223.833	1.017	-	-	-		-	-	1.017	100.00%
CAI Atka Mackerel 542	mt	330.300	-	329.450	0.850	-	-	-		-	-	0.850	100.00%
EAI/BS Atka Mackerel 541	mt	119.850	1.378	113.812	7.416	0.009	-	0.196		0.205	2.76%	7.211	97.24%
Yellowfin Sole	mt	376.860	25.025	270.000	131.885	0.460	1.520	3.506		5.486	4.16%	126.399	95.84%
Rock Sole	mt	363.000	49.000	255.000	157.000	29.197	1.233	5.239		35.669	22.72%	121.331	77.28%
BS Greenland Turbot	mt	34.170	-	17.000	17.170	2.866	0.699	9.723		13.288	77.39%	3.882	22.61%
AI Greenland Turbot	mt	17.820	-	8.000	9.820	-	-	-		-	-	9.820	100.00%
Arrowtooth Flounder	mt	99.450	16.000	19.500	95.950	5.498	8.316	81.665		95.479	99.51%	0.471	0.49%
Flathead Sole	mt	225.000	57.000	102.000	180.000	26.834	3.678	61.431		91.943	51.08%	88.057	48.92%
Other Flatfish	mt	18.000	8.500	1.250	25.250	1.459	0.182	17.827		19.468	77.10%	5.782	22.90%
Alaska Plaice	mt	180.000	8.750	140.000	48.750	0.120	0.005	0.016		0.141	0.29%	48.609	99.71%
BS Pacific Ocean Perch	mt	22.260	1.900	13.800	10.360	0.416	-	2.987		3.403	32.85%	6.957	67.15%
WAI Pacific Ocean Perch 543	mt	65.850	-	65.100	0.750	-	-	-		-	-	0.750	100.00%
CAI Pacific Ocean Perch 542	mt	37.650	-	36.900	0.750	-	-	-		-	-	0.750	100.00%
EAI Pacific Ocean Perch 541	mt	39.450	-	33.700	5.750	-	-	-		-	-	5.750	100.00%
AI Northern Rockfish	mt	66.150	-	64.000	2.150	-	-	-		-	-	2.150	100.00%
AI Shortraker/Rougheye Rockfish	mt	10.540	-	5.450	5.090	-	-	-		-	-	5.090	100.00%
BS Other Rockfish	mt	12.240	0.780	6.000	7.020	0.626	-	0.314		0.940	13.39%	6.080	86.61%
AI Other Rockfish	mt	8.160	-	0.500	7.660	-	-	-		-	-	7.660	100.00%
Other Species	mt	329.528	126.702	10.000	446.230	118.809	163.621	108.843		391.273	87.68%	54.957	12.32%
PSQ Reserve Category													
Zone 1 Red King Crab	ea	873	-	437	436	-	-	-		-	-	436	100.00%
Zone 1 Bairdi Tanner Crab	ea	5,880	8	2,940	2,948	32	-	-		32	1.09%	2,916	98.91%
Zone 2 Bairdi Tanner Crab	ea	24,503	2	12,250	12,255	-	-	-		-	-	12,255	100.00%
Opilio Tanner Crab	ea	32,625	117	16,313	16,429	13	-	-		13	0.08%	16,416	99.92%
Pacific Halibut (mortality)	mt	41.160	6.000	6.000	41.160	2.951	8.794	12.556		24.301	59.04%	16.859	40.96%
Chinook Salmon	ea	594	246	-	840	743	-	468		1,211	144.17%	(371)	-
Non-Chinook Salmon	ea	756	194	-	950	-	-	2,055		2,055	216.32%	(1,105)	-
Non-Specific Reserve	mt	75.702	-	75.702	-	-	-	-		-	-	-	-

CVRF Pollock Target Fishery Harvest Activity
As of September 30, 2003

CDQ Reserve Category	Units	Initial Allocation Amount	Non- Specific	Transferred In NSEDC	Transferred In CBSFA	Transferred In BBEDC	Transferred Out	Allocation after transfers	Portion of CDQ Group's Transferred Quota Harvested				Harvested Total	% of Target Harvest
									NSEDC	CBSFA	BBEDC	CVRF		
BS Pollock	mt	35,802.240	-	1,500.000	7,458.800	11,000.000	-	55,761.040	1,497.276	6,897.144	10,171.687	33,106.071	51,672.178	92.67%
Pacific Cod	mt	2,801.340	-	-	20.000	43.000	115.000	2,749.340	-	27.440	40.468	131.713	199.622	7.26%
BS FG Sablefish	mt	-	-	-	-	-	-	-	-	-	-	-	-	-
AI FG Sablefish	mt	125.550	-	-	-	-	60.000	65.550	-	-	-	-	-	-
BS Sablefish	mt	14.170	-	-	-	-	5.668	8.502	-	-	-	1.293	1.293	15.21%
AI Sablefish	mt	7.540	-	-	-	-	3.750	3.790	-	-	-	-	-	-
WAI Atka Mackerel 543	mt	224.850	-	-	-	-	223.833	1.017	-	-	-	-	-	-
CAI Atka Mackerel 542	mt	330.300	-	-	-	-	329.450	0.850	-	-	-	-	-	-
EAI/BS Atka mackerel 541	mt	119.850	-	-	1.278	0.100	113.812	7.416	-	0.026	0.038	0.124	0.188	2.54%
Yellowfin Sole	mt	376.860	-	-	5.025	20.000	270.000	131.885	-	0.061	0.089	0.291	0.441	0.33%
Rock Sole	mt	363.000	-	-	18.000	31.000	255.000	157.000	-	4.445	6.555	21.334	32.333	20.59%
BS Greenland Turbot	mt	34.170	-	-	-	-	17.000	17.170	-	1.550	2.285	7.438	11.273	65.66%
AI Greenland Turbot	mt	17.820	-	-	-	-	8.000	9.820	-	-	-	-	-	-
Arrowtooth Flounder	mt	99.450	-	-	8.000	8.000	19.500	95.950	-	8.000	8.000	53.051	69.051	71.97%
Flathead Sole	mt	225.000	-	-	27.000	30.000	102.000	180.000	-	11.258	16.603	54.039	81.901	45.50%
Other Flatfish	mt	18.000	-	-	4.500	4.000	1.250	25.250	-	2.605	3.842	12.506	18.954	75.07%
Alaska Plaice	mt	180.000	-	-	3.750	5.000	140.000	48.750	-	0.019	0.028	0.090	0.136	0.28%
BS Pacific Ocean Perch	mt	22.260	-	-	1.000	0.900	13.800	10.360	-	0.468	0.690	2.245	3.403	32.85%
WAI Pacific Ocean Perch 543	mt	65.850	-	-	-	-	65.100	0.750	-	-	-	-	-	-
CAI Pacific Ocean Perch 542	mt	37.650	-	-	-	-	36.900	0.750	-	-	-	-	-	-
EAI Pacific Ocean Perch 541	mt	39.450	-	-	-	-	33.700	5.750	-	-	-	-	-	-
AI Northern Rockfish	mt	66.150	-	-	-	-	64.000	2.150	-	-	-	-	-	-
AI Shortraker/Roughye Rockfish	mt	10.540	-	-	-	-	5.450	5.090	-	-	-	-	-	-
BS Other Rockfish	mt	12.240	-	-	0.480	0.300	6.000	7.020	-	0.125	0.184	0.600	0.909	12.95%
AI Other Rockfish	mt	8.160	-	-	-	-	0.500	7.660	-	-	-	-	-	-
Other Species	mt	329.528	75.702	-	13.000	38.000	10.000	446.230	-	7.128	10.511	34.212	51.851	11.62%
PSQ Reserve Category														
Zone 1 Red King Crab	ea	873	-	-	-	-	437	436	-	-	-	-	-	-
Zone 1 Bairdi Tanner Crab	ea	5,880	-	-	8	-	2,940	2,948	-	4	-	28	32	-
Zone 2 Bairdi Tanner Crab	ea	24,503	-	-	2	-	12,250	12,255	-	-	-	-	-	-
Opilio Tanner Crab	ea	32,625	-	-	52	65	16,313	16,429	-	10	14	47	71	0.43%
Pacific Halibut (mortality)	mt	41.160	-	-	3.500	2.500	6.000	41.160	-	1.430	2.110	6.866	10.406	25.28%
Chinook Salmon	ea	594	-	-	124	122	-	840	-	124	122	965	1,211	-
Non-Chinook Salmon	ea	756	-	-	139	55	-	950	-	139	55	1,861	2,055	-

C. Compliance

No compliance issues were noted during the 3rd Quarter.

D. Other Fishing Issues/Activities

Halibut - F/V Middle Pass harvested 92,811 lbs of 4D halibut in August and delivered it to Trident's facility on St. Paul Island. Neither the F/V Middle Pass nor Trident possessed an agreement with CVRF to harvest or process CDQ. CVRF is pursuing legal action in this matter.

Pollock - American Seafoods went over our allocation of PSQ Chinook and PSQ Other Salmon. The company went over 468 PSQ Chinook and 2,055 PSQ Other Salmon in the third quarter. This put us over the limit by 371 ea. and 1,105 ea. Respectively.